# GOVERNMENT OF INDIA
# COMMERCE AND INDUSTRY
# LOK SABHA

STARRED QUESTION NO:187
ANSWERED ON:04.08.2000
INDUSTRIAL GROWTH
SHYAMA SINGH;SUSHIL KUMAR SAMBHAJIRAO SHINDE

**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether attention of the Government has been drawn to the news-item captioned `Industrial growth slumps to 5.5% from 12.2%` as reported in `The Statesman` dated July 13, 2000;

(b) if so, the growth recorded during the current financial year, till date, as compared to the corresponding period of last year, month-wise and sector-wise; (

(c) whether the industrial growth rate have come down steeply in the country;

(d) if so, the factors responsible for such a sharp decline;

(e) the extent to which the decline in industrial growth rate has affected our economic condition;

(f) The steps taken by the government to improve the industrial growth rate of the country; and

(g) the growth target fixed for the current year, sector-wise?

## Answer

THE MINISTER OF COMMERCE AND INDUSTRY [SHRI MURASOLI MARAN]

(a) to (g) A Statement is laid on the Table of the House.

The Statement referred in reply to part (a) to (g) of the Lok Sabha Starred Question No. 187 for answer on 4th August, 2000.

(a) Yes, sir.

(b) The latest official data on industrial growth is available up to May 2000. As per the Quick Estimates ofIndex of Industrial Production (Base: 1993-94=100) released by Central Statistical Organisation (CSO) on July 12, 2000, the overall cumulative growth during April-May 2000-01 was recorded at 5.6% as against 6.2% in April-May, 1999-2000. The Sector wise performance is as under:

Index of Industrial Production Sectoral Growth Rates (percentage change over the corresponding period of the previous year)

Base(1993-94=100)

| Period | Mining & Quarrying | | Manufacturing | | Electricity | | Overall | |
|---|---|---|---|---|---|---|---|---|
| | 1999-00 | 2000-01 | 1999-00 | 2000-01 | 1999-00 | 2000-01 | 1999-00 | 2000-01 |
| April | -2.0 | 5.1 | 5.3 | 6.0 | 6.0 | 3.7 | 4.7 | 5.7 |
| May | 0.3 | 2.3 | 8.9 | 5.8 | 3.3 | 5.4 | 7.6 | 5.5 |
| April-May | -0.9 | 3.6 | 7.1 | 5.9 | 4.7 | 4.5 | 6.2 | 5.6 |

(c) to (f) It will be seen from the above table that IIP has declined only marginally from 6.2% in Apr-May, 1999-2000 to 5.6% in the current year. It is too early to estimate the effect of the change in the industrial growth in the first two months of the current financial year

on the overall economic growth. The Government is continuously monitoring the performance of the industrial sector to take necessary measures at the appropriate time.

(g) The target set by Planning Commission for industrial growth in the Ninth Plan is8.2% per annum comprising 8.2% in manufacturing, 9.3% in electricity generation and 7.2% in mining.